

MEMORANDUM

To: EEU E-mail Service List

From: Susan M. Hudson, Clerk of the Board

Re: Workshop on EEU Avoided Costs

Date: November 16, 2007

On November 9, 2007, the Vermont Department of Public Service ("DPS") filed a recommendation that the Public Service Board ("Board") approve new avoided costs for use by the Energy Efficiency Utility ("EEU"). Specifically, the DPS recommended that the Board adopt the avoided costs as presented in the recently completed Avoided Energy Supply Costs in New England ("AESC") final report dated August 10, 2007, for all fuels contained in the report. The DPS did not recommend any changes to the environmental adder, the avoided transmission and distribution component or the loss multipliers presently in use for efficiency screening. The DPS also did not recommend any changes to the costing period definitions currently used by the EEU.

The DPS's November 9 letter to the Board is attached. The AESC report is available on the DPS's website at: <http://publicservice.vermont.gov/pub/aescstudy.html>.

George Young, the Board's Deputy General Counsel, will conduct a workshop on **November 27, 2007** from **1:00 to 4:30 p.m.** at which the consultant who prepared the AESC report will present the study's results and respond to questions from workshop participants. The workshop will be held in the Board's Third Floor Hearing Room, Chittenden Bank Building, 112 State Street, Montpelier.

Any person wishing to file comments on the DPS's recommendation regarding EEU avoided costs should do so on or before December 3, 2007. Comments should be circulated electronically to the attached EEU E-mail Service List, and one paper copy should be sent to the Clerk of the Board.